## LEGAL NOTICE

## STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1<sup>st</sup> Floor, LaSalle Building, 617 North 3<sup>rd</sup> Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY**, **AUGUST 25**, **2009**, upon the application of **ENCANA OIL & GAS (USA) INC.** 

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the Hosston Formation, Reservoir A, the Cotton Valley Formation, Reservoir A, and the Haynesville Zone, Reservoir A, in the Redoak Lake Field, DeSoto and Red River Parishes, Louisiana.

- 1. To establish rules and regulations and to create three (3) drilling and production units each for the exploration for and production of gas and condensate from the Hosston Formation, Reservoir A and the Cotton Valley Formation, Reservoir A.
- 2. To create three (3) additional drilling and production units for the Haynesville Zone, Reservoir A.
- 3. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed units with each tract sharing in unit production on a surface acreage basis of participation.
- 4. To provide that any future wells drilled to the Hosston Formation, Reservoir A, and the Cotton Valley Formation, Reservoir A, within or outside the units created herein, should be located in accordance with the spacing provisions of LAC 43:XIX.1901 et seq. (Statewide Order No. 29-E).
- 5. That any future wells drilled to the Haynesville Zone, Reservoir A within or outside of the units created herein, should be located no closer than 330 feet from any unit boundary and no closer than 660 feet to any well on a competitive unit completed in, drilling to, or for which a permit has been granted to drill to said reservoir.
- 6. That any future horizontal wells drilled to the Haynesville Zone, Reservoir A, where the horizontal portion of the well is cased and cemented back above the top of the Haynesville Zone, Reservoir A, the distance to any unit boundary or other well completed in, drilling to, or for which a permit has been granted to drill to said reservoir, will be calculated based on the distance to the nearest perforations in the well, and not based on the penetration point or terminus.
- 7. Except to the extent contrary herewith, to extend to the proposed additional units for the Haynesville Zone, Reservoir A, all pertinent provisions of the order to be issued as a result of the hearing held on June 2, 2009, in Baton Rouge, LA, under Docket No. 09-596, and applicable Statewide Orders.
- 8. To consider such other matters as may be pertinent.

The Hosston Formation, Reservoir A is hereby defined as being the stratigraphic equivalent of that gas and condensate bearing interval encountered between the depths of 7,040' and 9,870' (electric log measurements) in the Phillips Petroleum Company-Martin "B" No. 1 Well, located in Section 32, Township 11 North, Range 10 West.

The Cotton Valley Formation, Reservoir A is hereby defined as the stratigraphic equivalent of that gas and condensate bearing interval encountered between the depths of 9,870' and 11,135' (electric log measurements) in the Phillips Petroleum Company-Martin "B" No. 1 Well, located in Section 32, Township 11 North, Range 10 West.

The Haynesville Zone, Reservoir A is hereby defined as being the stratigraphic equivalent of that gas and condensate bearing interval encountered between the depths of 11,135' and 13,140' (electric log measurements) in the Phillips Petroleum Company-Martin "B" No. 1 Well located in Section 32, Township 11 North, Range 10 West.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana. www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

**BY ORDER OF:** 

## JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, LA 7/21/09;7/24/09 S lck

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.